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SECRET

Copy (6 of 16

June 11, 1956

Dear Hal, Mac, Bob, Don and Burt:

Reference is made to the paper in your possession titled "Assumptions and Understandings Pertaining to Entitlements of Contractors Personnel and the Method of Handling Financial Obligations of Such Employees at Forward Base of Operations", in which we recognized on page number three, paragraph number three, that a situation may arise whereby it could become necessary for the Government Finance Representative to cash personnel checks presented by contractor personnel. This possibility became a reality much sooner than expected and by communication dated 20 May 1956 the Government Finance Representative was authorized and directed to cash personal checks of Contractor Personnel "up to a maximum of one hundred and fifty (\$150.00) dollars per month beginning at once".

Your activity may or may not be affected at this moment with the decision rendered; however, since we are not in a position to determine exactly when an emergency may arise that would affect your personnel it seems desirable to ask for an empression from you to indennify the Government against loss occasioned by any of said checks not being honored by the bank against which drawn.

If you should desire that the amount mentioned be extended or contracted, please advise in order that the forward facility, Finance Representative, may be authorized to handle check cashing transactions in consonance with your desires. You may rest assured in the case of a recognized emergency the Finance Representative will, even without written authority, extend monetary support as required and we will handle the paper work at some later date as we may have done in a few instances in the past.

Doug

Distribution:

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